

Message Text

UNCLASSIFIED

PAGE 01 ROME 05478 151743 Z

41

ACTION EB-11

INFO OCT-01 EUR-25 EA-11 ADP-00 AID-20 CIAE-00 COME-00

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 XMB-07 OPIC-12

CIEP-02 LAB-06 SIL-01 OMB-01 NSC-10 SS-15 STR-08

CEA-02 PA-03 PRS-01 USIA-12 RSR-01 /162 W

----- 101410

P 151626 Z JUN 73

FM AMMBASSY ROME

TO SECSTATE WASHDC PRIORITY 9342

INFO AMMBASSY BERN 0729

AMEMBASSY BONN

AMMBASSY BRUSSELS 4186

USMISSION EC BRUSSELS

AMEMBASSY THE HAGUE

AMEMBASSY LONDON

AMCONSUL MILAN

AMMBASSY OTTAWA 0937

AMEMBASSY PARIS

USMISSION OCD PARIS

AMEMBASSY STOCKHOLM

AMEMBASSY TOKYO

UNCLAS ROME 5478

E. O. 11652: N/ A

TAGS: EFIN, IT

SUBJEC: ITALIAN EXCHANGE MARKET DEVELOPMENTS

PASS TREASURY AND FRB

REF: ROME 5008

1. / SUMMARY/. LIRA WEAKENED SHARPLY AND SOMEWHAT
UNEXPECTEDLY JUNE 14, IN PART TRIGGERED BY RUMORS OF
RESIGNATION OF GOVERNOR CARLI FROM BANK OF ITALY.
RESIGNATION OFFICIALLY DENIED AND LIRA STRENGTHENED
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 ROME 05478 151743 Z

PERCEPTIBLY JUNE 15. / END SUMMARY/

2. AFTER WEAKENING ON JUNE 13, LIRA BEGAN TRADING IN MILAN
JUNE 14 AT 607-609 PER DOLLAR FOR COMMERCIAL LIRA AND
623-626 FOR FINANCIAL LIRA, COMPARED TO 605 AND 622 ON JUNE
13. HOWEVR, AT AFTERNOON FIXING STRONG DEMAND FOR DOLLARS
CAUSED DECLINE IN AVERAGE RATES FOR MILAN AND ROME TO 627
FOR COMMERCIAL AND 635 FOR FINANCIAL LIRA. LIRA WEAKNESS AGAINST
DOLLAR ALSO SPREAD TO OTHER MAJOR CURRENCIES. RATES AT FIXING
REPRESENTED ONE- DAY DECLINE OF ABOUT 4 0/0 FOR COMMERCIAL LIRA
AND 3 0/0 FOR FINANCIAL LIRA. WEIGHTED AVERAGE DEVALUATION OF
LIRA AGAINST ALL CURRENCIES SINCE SECOND DOLLAR DEVALUATION
IN FEBRUARY, ACCORDING TO "24- OR" INDE

*** Current Handling Restrictions *** n/a

*** Current Classification *** UNCLASSIFIED

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts:
Control Number: n/a
Copy: SINGLE
Draft Date: 15 JUN 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973ROME05478
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: n/a
Errors: n/a
Film Number: n/a
From: ROME
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730619/aaaajama.tel
Line Count: 70
Locator: TEXT ON-LINE
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 73 ROME 5008
Review Action: RELEASED, APPROVED
Review Authority: kellerpr
Review Comment: n/a
Review Content Flags: ANOMALY
Review Date: 07 AUG 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <07-Aug-2001 by maustmc>; APPROVED <20-Aug-2001 by kellerpr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: <DBA CORRECTED> gwr 980206
Subject: ITALIAN EXCHANGE MARKET DEVELOPMENTS
TAGS: EFIN, IT
To: AMMBASSY BERN
AMMBASSY BRUSSELS
BONN
EB
EC BRUSSELS
LONDON
MILAN

SECSTATE WASHDC

THE HAGUE

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005